

State of Utah

Department of Natural Resources

ROBERT L. MORGAN Executive Director

Division of Oil, Gas & Mining

LOWELL P. BRAXTON Division Director

OLENE S. WALKER Governor

GAYLE F. McKEACHNIE Lieutenant Governor

April 6, 2004

TO:

Minerals File

FROM:

Tom Munson, Senior Reclamation Hydrologist

SUBJECT:

DOGM Meeting with Representatives of Red Dome Mining

Company, Red Dome Mine, M/027/032, Millard County, Utah

Location of Meeting: Division of Oil, Gas & Mining Offices

Time of Meeting:

2:00 p.m.

Participants:

Lee Miller and Dexter Anderson, Red Dome; Wayne Hedberg, Tom Munson, Lynn Kunzler and Doug Jensen,

DOGM

Purpose of Meeting:

To discuss technical concerns related to Red Dome. Inc.'s last review document which was received by the Division

on February 20, 2004.

The meeting began by discussing general technical concerns related to the last review received from Red Dome on February 20, 2004. We agreed to send Red Dome a letter or meeting memo outlining our discussions, agreements and our remaining technical concerns with a timeframe for submittal of same.

One of the major issues discussed was increasing the existing \$44,000 bond presently being held by the BLM. The BLM stated in the cover letter that the bond estimate, prepared by the BLM, was only an estimate to be used for example purposes, and did not represent the actual calculated bond for the entire disturbance. Red Dome stated they did not receive the BLM cover page associated with the estimate that explained this. A copy of the cover page was furnished to them during the meeting.

We discussed the fact that the plan asked for a variance to reclamation related to reseeding and establishment of vegetation. The Division stated that Red Dome had not supplied adequate technical data to support a variance to this requirement. Dexter Anderson then supplied the Division with the soil survey for the site and Red Dome agreed to hire a biologist to complete the



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M/027/032

Date of Meeting: 3/29/2004; report date: 4/6/2004

vegetation survey so they could collect this technical data. The Division said they were willing to supply some names of consulting biologists. They are: Patrick Collins – 801/789-6937; Mindy Wheeler - 801/699-5459; Alan or Richard Stevens - 801/283-4400.

Mr. Miller requested not to have to reclaim to "Garden of Eden" standards. We stated that our revegetation standards are 70% of the pre-mining cover, or of a similar, adjacent, undisturbed area that is based on an actual onsite vegetation survey (which Red Dome agreed to complete).

The Division felt 60 days would be adequate for Red Dome to complete this vegetation work and provide a response to the Division.

The next discussion centered on reclamation of the outlying pre-law and post-law areas. The Division stated the bonding some of these post-law areas may be negotiable, if Red Dome was willing to forward a written commitment and a schedule/timeframe for performing the reclamation of these areas. We recommended Red Dome put together a proposal based on our discussion and submit it for Division review.

Several other informational requests were made regarding the operation. The operator was asked about the remaining buildings and water well. We stated there needs to be an approved post mining land use for the buildings and the well; otherwise, bonding for removal of these structures and well plugging would be required.

We requested that the operator contact the Division of Air Quality to see if an Air Quality Permit was required for their operation. A list of government contacts was supplied to the operator to help him with this task.

TM:jb

cc: Dexter Anderson, Red Dome Sheri Wysong, BLM, Fillmore FO

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